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6 Attorneys for Defendants and Counterclaimants
 ANALOG DEVICES, INC. and
 7 MAXIM INTEGRATED PRODUCTS, INC.

8 UNITED STATES DISTRICT COURT
 9 NORTHERN DISTRICT OF CALIFORNIA
 10 SAN JOSE DIVISION

11
 12 NUMBER 14 B.V.,

Case No. 5:24-cv-02435-NC

13 Plaintiff,

**DEFENDANTS AND
 COUNTERCLAIMANTS ANALOG
 DEVICES, INC. AND MAXIM
 INTEGRATED PRODUCTS, INC.’S
 ANSWER TO PLAINTIFF’S
 COMPLAINT WITH AFFIRMATIVE
 DEFENSES AND COUNTERCLAIMS;
 DEMAND FOR JURY TRIAL**

14 v.

15 ANALOG DEVICES, INC.; and MAXIM
 INTEGRATED PRODUCTS, INC.

16 Defendants.

17
 18 ANALOG DEVICES, INC.; and MAXIM
 INTEGRATED PRODUCTS, INC.,

PUBLIC VERSION

19 Counterclaimants,

20 v.

21 NUMBER 14 B.V., RUDY ESCHAUZIER,
 and NICO VAN RIJN,

22 Counter-Defendants.

23
 24 Defendants ANALOG DEVICES, INC. and MAXIM INTEGRATED PRODUCTS, INC.
 (“Defendants”) respond and assert their defenses to the Complaint filed by Plaintiff NUMBER 14
 B.V. (“Plaintiff”) as follows:

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 26
 27
 28

GENERAL ALLEGATIONS

1 1. In response to paragraph 1 of the Complaint, Defendants admit that
 2 Rudy Eschauzier and Nico van Rijn (“the Inventors”) were two electrical engineers and inventors
 3 residing in the Netherlands. Defendants further admit that the Inventors previously worked with
 4 Defendant Maxim, a Delaware corporation, and worked in the design, development, and/or
 5 manufacturing of linear and mixed-signal integrated circuits.

6 2. In response to paragraph 2 of the Complaint, Defendants admit that Maxim and the
 7 Inventors entered into an employment agreement and license agreement. However, the terms of
 8 the License Agreement speak for themselves, and any attempts in this paragraph 2 to paraphrase
 9 or characterize them are expressly denied, along with all other allegations of paragraph 2.

10 3. In response to paragraph 3 of the Complaint, Defendants admit that Maxim and the
 11 Inventors executed a License Agreement in July 2007. The terms of the License Agreement
 12 speak for themselves in this paragraph 3, and any attempts to paraphrase or characterize them are
 13 expressly denied, along with all other allegations of paragraph 3.

14 4. In response to paragraph 4 of the Complaint, Defendants admit that Inventors were
 15 issued multiple Patents and Maxim exercised its right of first refusal to license a number of these
 16 patents. Defendants lack sufficient information to form a belief as to the truth of the remaining
 17 allegations, and on that basis, Defendants deny all remaining allegations in paragraph 4.

18 5. In response to paragraph 5 of the Complaint, Defendants admit that Maxim made
 19 Royalty payments to Number 14 in 2011 (for the calendar year 2010). Except as specifically
 20 admitted, Defendants deny the remaining allegations in paragraph 5.

21 6. In response to paragraph 6 of the Complaint, Defendants admit that in July 2020
 22 Analog Devices, Inc. (“ADI”) announced its plan to acquire Maxim and the acquisition was
 23 completed in August 2021. Defendants further admit that the September 7, 2021 Form 10-K/A
 24 filing with the Securities and Exchange Commission confirmed that Maxim became a wholly
 25 owned subsidiary of ADI. Except as specifically admitted, Defendants deny the remaining
 26 allegations in paragraph 6.

27 7. In response to paragraph 7 of the Complaint, Defendants admit that Maxim

1 continued to make Royalty payments to Number 14. Except as specifically admitted, Defendants
2 deny all remaining allegations in paragraph 7.

3 8. In response to paragraph 8 of the Complaint, Defendants deny each and every
4 allegation contained therein.

5 9. In response to paragraph 9 of the Complaint, Defendants admit that its employee
6 wrote the quoted phrases in a January 12, 2024 email response. However, any attempts in this
7 paragraph 9 to paraphrase or characterize the email are expressly denied, along with all other
8 allegations of paragraph 9.

9 10. In response to paragraph 10 of the Complaint, Defendants deny each and every
10 allegation contained therein.

PARTIES, JURISDICTION, AND VENUE

11. In response to paragraph 11 of the Complaint, Defendants lack sufficient
information to form a belief as to the truth of the allegations therein and on that basis denies the
allegations.

15 12. In response to paragraph 12 of the Complaint, Defendants admit that ADI is a
16 Massachusetts corporation with its principal place of business at One Analog Way, Wilmington,
17 MA 01887. Defendants further admit that ADI also has an established place of business located
18 at 160 Rio Robles, San Jose, CA 95134.

19 13. In response to paragraph 13 of the Complaint, Defendants admit that Maxim is a
20 Delaware Corporation with its principal place of business located at 160 Rio Robles, San Jose,
21 CA 95134.

22 14. Paragraph 14 constitutes statements or conclusions of law to which no admission
23 or denial is required. To the extent a response is required, Defendants admit that this court has
24 jurisdiction over this action.

25 15. Paragraph 15 constitutes statements or conclusions of law to which no admission
26 or denial is required. To the extent a response is required, Defendants admit that venue is proper
27 in this judicial district.

²⁸ 16. Paragraph 16 constitutes statements or conclusions of law to which no admission

1 or denial is required. To the extent a response is required, Defendants admit that this court has
2 personal jurisdiction over the action.

3 **INTRADISTRICT ASSIGNMENT**

4 17. Paragraph 17 constitutes statements or conclusions of law to which no admission
5 or denial is required. To the extent a response is required, Defendants admit that the assignment
6 of this action to the San Jose Division is proper under the Civil Local Rules.

7 **COMMON FACTUAL ALLEGATIONS**

8 18. In response to Paragraph 18 of the Complaint, Defendants repeat and incorporate
9 the responses contained in paragraphs 1 through 18 above.

10 19. Paragraph 19 contains statements or conclusions of law to which no admission or
11 denial is required. To the extent a response is required, Defendants lack sufficient information to
12 form a belief as to the truth of the allegations and on that basis denies the allegations in
13 Paragraph 19.

14 20. In response to Paragraph 20, Defendants lack sufficient information to form a
15 belief as to the truth of the allegations and on that basis denies the allegations.

16 21. The terms of the License Agreement speak for themselves, and any attempts in this
17 Paragraph 21 to paraphrase or characterize them are expressly denied, along with all other
18 allegations of Paragraph 21.

19 22. The terms of the License Agreement speak for themselves, and any attempts in this
20 Paragraph 22 to paraphrase or characterize them are expressly denied, along with all other
21 allegations of Paragraph 22.

22 23. The terms of the License Agreement speak for themselves, and any attempts in this
23 Paragraph 23 to paraphrase or characterize them are expressly denied, along with all other
24 allegations of Paragraph 23.

25 24. In response to paragraph 24 of the Complaint, Defendants deny each and every
26 allegation contained therein.

27 25. In response to paragraph 25 of the Complaint, Defendants deny each and every
28 allegation contained therein.

1 26. In response to paragraph 26 of the Complaint, Defendants deny each and every
2 allegation contained therein.

3 27. In response to paragraph 27 of the Complaint, Defendants deny each and every
4 allegation contained therein.

5 28. In response to paragraph 28 of the Complaint, Defendants admit that “in at least
6 the years 2010 to 2020” Maxim calculated Royalty payments and Gross Margin in accordance
7 with GAAP compliant methods based on the terms in the License Agreement. Except as
8 expressly admitted, Defendants deny all remaining allegations in paragraph 28.

9 29. In response to paragraph 29 of the Complaint, Defendants admit that “for the years
10 2021 and 2022” after ADI acquired Maxim, Maxim calculated Royalty payments and Gross
11 Margin in accordance with GAAP compliant methods based on the terms in the License
12 Agreement. Except as expressly admitted, Defendants deny all remaining allegations in
13 paragraph 29.

14 30. In response to paragraph 30 of the Complaint, Defendants deny each and every
15 allegation contained therein.

16 31. In response to paragraph 31 of the Complaint, Defendants deny each and every
17 allegation contained therein.

18 32. In response to paragraph 32 of the Complaint, Defendant ADI admits that it
19 communicated the quoted language to Plaintiff. However, the January 12, 2024 email speaks for
20 itself, and any attempts in this Paragraph 32 to paraphrase or characterize it are expressly denied.

21 33. In response to paragraph 33 of the Complaint, Defendant ADI admits that it
22 communicated the quoted language to Plaintiff. However, the January 19, 2024 email speaks for
23 itself, and any attempts in this Paragraph 33 to paraphrase or characterize it are expressly denied.

24 34. In response to paragraph 34 of the Complaint, Defendant ADI admits that it
25 communicated the quoted language to Plaintiff. However, the January 22, 2024 email speaks for
26 itself, and any attempts in this Paragraph 34 to paraphrase or characterize it are expressly denied.

27 35. In response to Paragraph 35 of the Complaint, Defendants deny each and every
28 allegation contained therein.

CLAIMS FOR RELIEF

FIRST CAUSE OF ACTION **[Breach of Contract against Maxim]**

36. In response to paragraph 36 of the Complaint, Defendants repeat and incorporate the responses contained in paragraphs 1 through 35 above.

37. In response to paragraph 37 of the Complaint, Defendants admit the Inventors and Maxim entered into a written agreement, the License Agreement, which is attached as Exhibit 1. Except as expressly admitted, Defendants lack sufficient information to form a belief as to the truth of the remaining allegations and on that basis denies those allegations.

38. In response to paragraph 38 of the Complaint, Defendants deny each and every allegation contained therein.

39. In response to paragraph 39 of the complaint, Defendants deny each and every allegation contained therein.

40. In response to paragraph 40 of the Complaint, Defendants lack sufficient knowledge or information to form a belief as to the truth of the allegations, and on that basis deny those allegations.

SECOND CAUSE OF ACTION

[Breach of the Covenant of Good Faith and Fair Dealing against Maxim]

41. In response to paragraph 41 of the Complaint, Defendants repeat and incorporate the responses contained in paragraphs 1 through 40 above.

42. In response to paragraph 42 of the Complaint, Defendants admit the Inventors and Maxim entered into a written agreement, the License Agreement, which is attached as Exhibit 1. Except as expressly admitted, Defendants lack sufficient information to form a belief as to the truth of the remaining allegations and on that basis denies those allegations.

43. In response to paragraph 43 of the Complaint, Defendants deny each and every allegation contained therein.

44. In response to paragraph 44 of the Complaint, deny each and every allegation contained therein.

45. In response to paragraph 45 of the Complaint, paragraph 45 contains statements or conclusions of law to which no admission or denial is required. To the extent a response is required, Defendants deny each and every allegation contained therein.

46. In response to paragraph 46 of the Complaint, Defendants deny each and every allegation contained therein.

47. In response to paragraph 47 of the Complaint, Defendants admit its calculation of Gross Margin has always been consistent with GAAP. Except as specifically admitted, Defendants deny the remaining allegations in paragraph 47.

48. In response to paragraph 48 of the Complaint, Defendants lack sufficient information to form a belief as to the truth of the allegations, and on that basis denies the allegations.

THIRD CAUSE OF ACTION

[Intentional Interference with Contractual Relations against ADI]

49. In response to paragraph 49 of the Complaint, Defendants repeat and incorporate the responses contained in paragraphs 1 through 48 above.

50. In response to paragraph 50 of the Complaint, Defendants admit the Inventors and Maxim entered into a written agreement, the License Agreement, which is attached as Exhibit 1. Except as expressly admitted, Defendants lack sufficient information to form a belief as to the truth of the remaining allegations and on that basis denies those allegations.

51. In response to paragraph 51 of the Complaint, Defendants lack sufficient information to form a belief as to the truth of the remaining allegations and on that basis denies those allegations.

52. In response to paragraph 52 of the Complaint, the quoted communications and documents speak for themselves, and any attempts in this paragraph 52 to paraphrase or characterize them are expressly denied. Defendants also deny all remaining allegations.

53. In response to paragraph 53 of the Complaint, Defendants deny each and every allegation contained therein.

54. In response to paragraph 54 of the Complaint, Defendants deny each and every

1 allegation contained therein.

2 55. In response to paragraph 55 of the Complaint, Defendants deny each and every
 3 allegation contained therein.

4 56. In response to paragraph 56 of the Complaint, Defendants deny each and every
 5 allegation contained therein.

6 **FOURTH CAUSE OF ACTION**
 7 **[Intentional Interference with Prospective Economic Relations against ADI]**

8 57. In response to paragraph 57 of the Complaint, Defendants repeat the responses
 9 contained in paragraphs 1 through 56 above.

10 58. In response to paragraph 58 of the Complaint, Defendants admit that since 2010,
 11 Maxim has paid Royalties to Number 14 as required in the License Agreement and as requested
 12 by the Inventors. Defendants lack sufficient information to form a belief as to the truth of the
 13 remaining allegations, and on that basis denies those allegations.

14 59. In response to paragraph 59 of the Complaint, contains statements or conclusions
 15 of law to which no admission or denial is required. To the extent a response is required,
 16 Defendants lack sufficient information to form a belief as to the truth of the allegations, and on
 17 that basis denies the allegations.

18 60. In response to paragraph 60 of the Complaint, Defendants deny each and every
 19 allegation contained therein.

20 61. In response to paragraph 61 of the Complaint, Defendants deny each and every
 21 allegation contained therein.

22 **FIFTH CAUSE OF ACTION**
 23 **[Open Book Account – Cal. Code Civ. Proc., § 425.30 – against Maxim]**

24 62. In response to paragraph 62 of the Complaint, Defendants repeat the responses
 25 contained in paragraphs 1 through 61 above.

26 63. In response to paragraph 63 of the Complaint, Defendants admit that since 2021,
 27 Maxim has paid Royalties to Number 14 as required in the License Agreement and as requested
 28 by the Inventors. Except as specifically admitted, Defendants deny all remaining allegations in

paragraph 63.

64. In response to paragraph 64 of the Complaint, Defendants lack sufficient information to form a belief as to the truth of the allegations, and on that basis denies the allegations.

65. In response to paragraph 65 of the Complaint, Defendants deny each and every allegation contained therein.

66. In response to paragraph 66 of the Complaint, Defendants deny each and every allegation contained therein.

SIXTH CAUSE OF ACTION
[Money Due and Owing/Indebtedness – Cal. Code Civ. Proc., § 425.30 – against Maxim]

67. In response to paragraph 67 of the Complaint, Defendants repeat the responses contained in paragraphs 1 through 66 above.

68. In response to paragraph 68 of the Complaint, Defendants deny each and every allegation contained therein.

69. In response to paragraph 69 of the Complaint, Defendants deny each and every allegation contained therein.

SEVENTH CAUSE OF ACTION [Accounting – against Maxim]

70. In response to paragraph 70 of the Complaint, Defendants repeat the responses contained in paragraphs 1 through 69 above.

71. In response to paragraph 71 of the Complaint, Defendants admit that Maxim has paid Royalties to Number 14 as required in the License Agreement and requested by the Inventors. Except as specifically admitted, Defendants deny all remaining allegations in paragraph 71.

72. In response to paragraph 72 of the Complaint, Defendants deny each and every allegation contained therein.

DEMAND FOR JURY TRIAL

Defendants admit that Plaintiff purports to demand a jury trial, while reserving all rights in

1 connection therewith.

2 **RESPONSE TO PRAYER FOR RELIEF**

3 Defendants deny that Plaintiff is entitled to any relief whatsoever, including any of the
4 relief requested in its Prayer for Relief.

5 **AFFIRMATIVE DEFENSES**

6 Without assuming the burden of proof on any matters that would otherwise rest with the
7 Plaintiff, expressly denying all wrongdoing, and subject to a reasonable opportunity for further
8 investigation and discovery, Defendants allege the following defenses:

9 **FIRST AFFIRMATIVE DEFENSE**

10 **(Failure to State a Claim)**

11 AS A FIRST, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT
12 ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED
13 THEREIN, Defendants allege that Plaintiff's Complaint regarding its purported causes of action
14 for Breach of Contract against Maxim, Breach of the Covenant of Good Faith and Fair Dealing
15 against Maxim, Intentional Interference with Contractual Relations against ADI, and Intentional
16 Interference with Economic Relations against ADI, fail to state facts sufficient to state a plausible
17 claim for relief against Defendants.

18 **SECOND AFFIRMATIVE DEFENSE**

19 **(Unilateral Mistake)**

20 AS A SECOND, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT
21 ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED
22 THEREIN, Defendants are informed and believe, and thereon allege, that at all relevant times, the
23 parties to the purported agreement were acting under a unilateral mistake of fact as to one or more
24 facts that were a material part of the contract, and would not have entered into that contract had
25 the true facts been known.

26 At the time Defendant Maxim and the Inventors executed the License Agreement, Maxim
27 believed that the "Gross Margin" and Royalty calculation method set out in Section 1.1 and
28 Section 2.7 in the License Agreement are based on "U.S. generally accepted accounting

1 principles (GAAP)" and not restricted to the alleged "Formula" or "Sample Royalty Calculation"
 2 Plaintiff's reference to in Annex 2. Maxim and thus ADI continue to believe and interpret the
 3 Agreement's Royalty payment calculation, including "Gross Margin" to be based on any GAAP-
 4 compliant calculation method. At the time Defendant Maxim and the Inventors executed the
 5 License Agreement, the Inventors were aware that Maxim defined the Royalty calculation method
 6 based on the plain language of the License Agreement which specified any GAAP-complaint
 7 calculation of Gross Margin. To the extent Plaintiff claims the License Agreement required a
 8 singular, specific Gross Margin calculation, Plaintiff knew or should have known of Maxim's
 9 mistaken interpretation of the provision and the mistake was not caused by Defendants' alleged
 10 "unilateral" altering of the term. A GAAP-complaint calculation method is a flexible standard
 11 that can be satisfied by a variety of acceptable calculation methods. Defendants' mistake was not
 12 caused by recklessness and instead, adhered to a plain reading of the License Agreement
 13 provisions. Had Maxim known about the mistake, it would not have entered into the License
 14 Agreement. The Inventors knowledge of Maxim's mistake requires the License Agreement to be
 15 interpreted in accordance with Maxim's understanding that the License Agreement permitted any
 16 GAAP-complaint calculation of Gross Margin.

17 **THIRD AFFIRMATIVE DEFENSE**

18 **(Assumption of Risk)**

19 AS A THIRD, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT
 20 ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED
 21 THEREIN, Defendants allege that Plaintiff's causes of action against Maxim, are barred by an
 22 assumption of risk. Inventors and Plaintiff expressly, voluntarily, and knowingly assumed all
 23 risks about which are complained in the Complaint and Defendants are not responsible in law or
 24 fact for Plaintiff's injury, if any. The Inventors and Plaintiff assumed the risk of a potential
 25 change to the Royalty calculation caused by a GAAP-compliant change in Maxim's accounting
 26 system, including as happened after ADI acquired Maxim. Defendants are not liable for any
 27 alleged harm as the Inventors and Plaintiff assumed all risk of the alleged harm.

28

FOURTH AFFIRMATIVE DEFENSE**(Statute of Limitations)**

AS A FOURTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED THEREIN, Defendants allege that Plaintiff's claim accrued more than 14 years prior to the commencement of this action. The statute of limitations for Intentional Interference with Contractual Relations and Intentional Interference with Prospective Economic Relations is two years. (Code Civ. Proc., § 339.) Plaintiff's Third and Fourth causes of action for "Intentional Interference with Contractual Relations" and "Intentional Interference with Prospective Economic Relations" against ADI, are limited to events before 2022. Next, under California Code of Civil Procedure, § 337, the statute of limitations for a breach of a written contract is four years. (Cal. Civ. Proc. Code § 337.) Based on Plaintiff's Fifth cause of action for "Open Book Account", Plaintiff attempts to claim Royalty payments from 2011 to 2023 that have a "sum of at least \$1 million." Thus, this action is, barred by the applicable two and four-year statute of limitations, under Cal. Civ. Proc. Code §§ 339 and 337.

FIFTH AFFIRMATIVE DEFENSE**(Unjust Enrichment)**

AS A FIFTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED THEREIN, Defendants are informed and believe that any recovery by Plaintiff would be unjust and inequitable under the circumstances of the case, as Defendants have performed contract terms.

Defendants are informed and believe, and thereon allege that Plaintiff knew that its Amplifier Design and Patents did not meet the required product specifications in Annex 1, to be eligible for Royalty payments. Plaintiff appreciated and knew of the benefit conferred upon it through Defendants continued Royalty payments and accepted and retained such benefits. The Plaintiff has been unjustly enriched by retaining said benefit without delivering products that satisfied the attached product and specifications listed in Annex 1. Plaintiff's acceptance and

1 retention of such benefits under the circumstances make it inequitable for it to retain the benefits
 2 without compensation of its value.

3 **SIXTH AFFIRMATIVE DEFENSE**

4 **(Speculative Damages)**

5 AS A SIXTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT
 6 ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED
 7 THEREIN, Defendants are informed and believe that Plaintiff seeks to recover damages that are
 8 completely speculative in nature.

9 **SEVENTH AFFIRMATIVE DEFENSE**

10 **(Unclean Hands)**

11 AS A SEVENTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE
 12 COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION
 13 CONTAINED THEREIN, Defendants allege that the causes of action in the Complaint are barred
 14 because Plaintiff, breached its obligations under the License Agreement and engaged in
 15 misrepresentations of relevant facts; omitted and failed to disclose that its Patents and the
 16 applicable products based on Plaintiff's Patents did not meet required specifications; and
 17 concealed and suppressed the true facts from Defendants, thus causing damage.

18 **EIGHTH AFFIRMATIVE DEFENSE**

19 **(Uncertain Terms)**

20 AS AN EIGHTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE
 21 COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION
 22 CONTAINED THEREIN, Defendants allege that Plaintiff's causes of action for breach of
 23 contract fail because there was no meeting of the minds regarding the terms of the contract that
 24 were too vague, indefinite, and/or uncertain to be enforced. To the extent Plaintiff is attempting
 25 to indicate that the Sample Royalty Calculation in Annex 2 of the License Agreement is the
 26 definitive formula to calculate Royalty would incorrectly and purposefully interpret the terms and
 27 conditions of the License Agreement against Defendants.

NINTH AFFIRMATIVE DEFENSE**(Failure of Condition Precedent)**

AS A NINTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED THEREIN, Defendants allege that Plaintiff's purported causes of action for Breach of Contract against Maxim, Breach of the Covenant of Good Faith and Fair Dealing against Maxim, Intentional Interference with Contractual Relations against ADI, and Intentional Interference with Economic Relations against ADI, are barred because of a failure of a condition precedent.

Under License Agreement Section 3.2, "Maxim shall evaluate each Stand-Alone Amplifier product launch" and "payment of the amount for the use of a particular Amplifier Design Patent utilized by one or more Stand-Along Amplifier" is premised on the product giving "significant economic value and adds demonstrable benefits to the product." However, within these conditions, Plaintiff forgets Section 3.3 adds that each Stand-Alone Amplifier evaluation requires Maxim to "decide on any product launch and a Business Unit executive at Maxim's headquarters in Sunnyvale, CA, USA, shall need to approve of any such launch." Therefore, not all products that utilize Plaintiff's Patents are eligible for Royalty payments because each Amplifier product requires evaluation before it is launched.

TENTH AFFIRMATIVE DEFENSE**(Financial Interest Privilege)**

AS A TENTH, SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED THEREIN, Defendants allege that Plaintiff's Third and Fourth causes of action in the Complaint regarding "Intentional Interference with Contractual Relations against ADI" and "Intentional Interference with Prospective Economic Relations against ADI", are barred because ADI's conduct is protected by the Financial Interest Privilege.

California courts have followed the Restatement of Torts § 769 in allowing "[o]ne who has a financial interest in the business of another is privileged purposely to cause him not to perform a contract with a third person . . . if the actor (a) does not employ improper means, and

(b) acts to protect his interest from being prejudiced by the contract". (Restat 2d of Torts, §§ 769, 770; *Chicago Title Ins. Co. v. Great Western Financial Corp.* (1968) 69 Cal.2d 305, 319 ; *Culcal Styloco, Inc. v. Vornado, Inc.* (1972) 26 Cal.App.3d 879, 882.)

Defendant, ADI, interfered with the existing contractual and economic relationship between Maxim and Plaintiff because ADI was acting in the best interests of Maxim, as its parent company following the acquisition. The interference was justified because ADI did not employ wrongful means and was acting to protect its own financial interests from being prejudiced by the relationship.

ELEVENTH AFFIRMATIVE DEFENSE

(Reservation of Rights to Assert Additional Affirmative Defenses)

AS AN ELEVENTH , SEPARATE AND AFFIRMATIVE DEFENSE TO THE COMPLAINT ON FILE HEREIN, AND TO EACH ALLEGED CAUSE OF ACTION CONTAINED THEREIN, Defendants presently have insufficient knowledge or information on which to form a belief as to whether it may have additional unstated affirmative defenses. Therefore, Defendant reserves the right to assert additional defenses in the event that the discovery indicates it would be appropriate.

COUNTERCLAIMS

INTRODUCTION

Defendants and Counterclaimants ANALOG DEVICES, INC. and MAXIM INTEGRATED PRODUCTS, INC. (collectively “Counterclaimants”) bring these Counterclaims against Number 14, Rudy Eschauzier, and Nico Van Rijn (collectively “Counterclaim Defendants”) to recover Royalties to which Counterclaim Defendants were never entitled, to recover damages from Counterclaim Defendants’ breach of contract including their duty of good faith and fair dealing, and to receive a declaration from this Court that Counterclaim Defendants are not entitled to receive any further Royalties until they deliver the patents and technology required by the parties’ written License Agreement.

These claims arise from a relationship between Maxim on the one hand and Mr. Eschauzier and Mr. Van Rijn (the “Inventors”) on the other. In 2007, Maxim entered into a

1 License Agreement and separate employment agreements with the Inventors to develop amplifier
 2 technology and products. The License Agreement required the Inventors to develop technology
 3 sufficient to create amplifier products that met explicitly-stated specifications as a condition to
 4 receiving Royalty payments. While employed by Maxim, the Inventors obtained patents related
 5 to the amplifier technology developed. The Inventors informed Maxim of the patents and
 6 demanded Royalties from Maxim. Relying on the Inventors' representations that they had fully
 7 performed in delivering the required technology, Maxim commenced Royalty payments on all
 8 products identified by Inventors, including some developed personally by the Inventors.
 9 However, Maxim has discovered that the Inventors misrepresented or concealed in their
 10 communications compliance with the License Agreement's specification requirements. None of
 11 the amplifier products identified by Inventors had the required specifications. Even after
 12 Inventors' employment with Maxim terminated, Inventors continued to demand Royalty
 13 payments on additional products developed by Maxim. These too did not meet the required
 14 specifications to be royalty-bearing products. Inventors' misrepresentations allowed Inventors to
 15 receive millions of dollars of Royalty payments under the License Agreement to which Inventors
 16 were never entitled to receive.

17 Essentially, Maxim entered into a License Agreement with Inventors so that Maxim could
 18 receive technology rights sufficient to create amplifier products with desired specifications.
 19 Maxim has not received the technology for which it struck a bargain for, but has paid millions of
 20 dollars for the Inventor's incomplete technology which it now seeks to recover.

21 Thus, Counterclaimants hereby allege claims against Counterclaim Defendants as follows:

COUNTERCLAIM PARTIES

23 1. Counterclaimant Analog Devices Inc. ("ADI") is a Massachusetts corporation with
 24 a principal place of business at One Analog Way, Wilmington, MA 01887.

25 2. Counterclaimant Maxim Integrated Products ("Maxim") is a Delaware corporation
 26 with a principal place of business at 160 Rio Robles, San Jose, CA 95134.

27 3. On information and belief, Counterclaim Defendant, Number 14 B.V. ("Number
 28 14") is a company organized and existing under the laws of the Netherlands, with its principal

1 place of business at Roland Hostlaan 10, 2662 Bergschenhoek, The Netherlands that is wholly
 2 owned by Rudy Eschauzier and Nico Van Rijn.

3 4. On information and belief, Counterclaim Defendant Rudy Eschauzier
 4 (“Mr. Eschauzier”) is citizen of The Netherlands and a former Maxim employee who served as
 5 the Design Director and Director of Engineering of Maxim’s Design Center in Delft, The
 6 Netherlands. Mr. Eschauzier’s role at Maxim concluded as “Director, IC Design.”

7 5. On information and belief, Counterclaim Defendant Nico Van Rijn is citizen of
 8 The Netherlands and a former Maxim employee who served as the “Principal Member of
 9 Technical Staff” of Maxim’s design center in Delft, The Netherlands. Mr. Van Rijn’s
 10 employment at Maxim concluded as “Senior Principal MTS, IC Design.”

JURISDICTION AND VENUE

12 6. This Court has jurisdiction over the subject matter of this action under 28 U.S.C. §
 13 1332 in that there is complete diversity among the parties and the amount in controversy exceeds
 14 \$75,000, and supplemental jurisdiction pursuant to 28 U.S.C. § 1367.

15 7. Venue in the United States District Court, for the Northern District of California is
 16 proper under 28 U.S.C. § 1391(a) because the counterclaims arise within this District and the
 17 Counterclaimants have a place of business within the District.

FACTUAL ALLEGATIONS

A. The Relationship Between Maxim Integrated and the Inventors Led to Improper Royalty Payments to Inventors

21 8. ADI is a global semiconductor company, specializing in innovative analog, digital,
 22 and software solutions.

23 9. Maxim is also in the semiconductor industry. Maxim is a worldwide leader in the
 24 design, development, and manufacture of linear and mixed-signal integration circuits. On August
 25 26, 2021, Maxim was acquired by ADI and became a wholly-owned subsidiary of ADI.

26 10. On or around July 20, 2007, Maxim entered into a License Agreement with the
 27 Inventors (the “License Agreement” or “Agreement”). A true and correct copy of the License
 28 Agreement is attached hereto as Exhibit 1 and is incorporated in full herein. Under the License

1 Agreement, the Inventors were to “use their experience and personal skills to develop certain
 2 Know-How relating to Amplifier Design Technology.”

3 11. As part of the License Agreement, Maxim confirmed that a “certain portion of a
 4 design center that Maxim is planning to establish in Delft, The Netherlands, would be dedicated
 5 to designing stand-alone amplifiers and defined by local product definers in Delft.

6 12. On or around September 3, 2007, the Inventors entered into employment with
 7 Maxim.

8 13. Mr. Eschauzier was employed as the “Design Director and Director of
 9 Engineering” of Maxim’s design center in Delft, The Netherlands. Mr. Van Rijn was employed
 10 as the “Principal Member of Technical Staff” also at Maxim’s design center in Delft.

11 14. Mr. Eschauzier’s LinkedIn profile described that he “co-founded Maxim’s
 12 development center in The Netherlands.” Specifically, Mr. Eschauzier described that in “2007 he
 13 started Maxim Integrated’s Delft site for Sensor Interfacing and Signal Conditioning products.”

14 15. Mr. Van Rijn also described that in “2007 he started the Maxim Integrated design
 15 center in Delft for high precision signal chain products where worked through 2015.”

16 16. Mr. Eschauzier and Mr. Van Rijn’s job descriptions stated that they were
 17 “responsible for the definition, design and development of integrated circuit products for
 18 Maxim’s MultiMedia Business Unit. These products include high performance operational
 19 amplifiers, instrumentation amplifiers, comparators, video products and audio products.”

20 17. Thus, the Inventors work included developing Amplifier Design Technology¹
 21 within the Netherlands-based development center Maxim established in connection with the
 22 License Agreement and the employment of Inventors. The Inventors controlled development of
 23 the Amplifier Design Technology and also the development of amplifier products referred to as
 24 “Stand-Alone Amplifiers”. The Inventors had actual and detailed knowledge of the abilities and
 25 specifications of each of the Stand-Alone Amplifiers developed within Maxim’s Netherlands-
 26 based development center.

27 1 Amplifier Design Technology as defined in the License Agreement means “the technology on
 28 amplifier design, which may be developed after the date of entering into this License
 Agreement.”

1 **B. The License Agreement Between Maxim and the Inventors Required
2 Inventors to Develop and Deliver Amplifiers that Met Specifications to
3 Qualify for Royalties**

4 18. The License Agreement granted Maxim the right of first refusal to license patents
5 that might result from the Inventors' work. The License Agreement terms allowed Maxim to
6 "make a one-time payment" to exercise its right of first refusal, and (2) to subsequently pay an
7 annual royalty ("Royalty payments" or "Royalties") on amplifier products that were covered by
8 one or more of the patents related to the Amplifier Design Technology (the "Amplifier Design
9 Patents").

10 19. Under Section 2.7 of the License Agreement, Counterclaim Defendants would be
11 entitled to Royalty payments only if "the Amplifier Design Patents enable products that show
12 improvements of 'similar' magnitude as compared to the attached product and specifications
13 listing ('Annex 1')." This was essential to "establish that the Amplifier Design Patents have
14 conceptual and economic value in the market for the purpose of payment of the fee."

15 20. [REDACTED]

16 [REDACTED]

17 [REDACTED]

18 [REDACTED]

19 [REDACTED]

20 21. Section 3.2 explained that "[p]ayment under clause 3.1 above, *if any, shall be
21 conditioned upon* the technology covered by the Amplifier Design Patents giving the product
22 significant economic value and adds demonstrable benefits to the product. Assessment of the
23 value and benefits will be governed by the product and specifications listing as outlined in clause
24 2.7."

25 22. Additionally, Section 3.3 specified that the Stand-Alone Amplifiers designed by
26 the Inventors in Delft, The Netherlands, would be subject to Maxim's decision "on any product
27 launch and a Business Unit executive at Maxim's headquarters in Sunnyvale, CA, USA, shall

1 need to approve any such launch. The parties to this Agreement, shall agree beforehand on the
 2 launch of four product families (AA1, AA2, AA3 and AA5) as outlined in the attached product
 3 and specifications listing provided that the subject matter is patentable.”

4 23. In short, all Royalty payments under the License Agreement are expressly
 5 conditioned on the Counterclaim Defendants’ Patents creating “significant economic value and []
 6 demonstrable benefits” by enabling products within product families that meet the explicit
 7 specification requirements described in the License Agreement, specifically Annex 1.

8 24. To date, Maxim has never received a license to Amplifier Design Patents or other
 9 Amplifier Design Technology from Crossclaim Defendants that would allow it to create products
 10 and technology that meet the requirements under Annex 1. In order to create such products that
 11 meet the requirements under Annex 1, further development of technology would be required.
 12 Despite the fact that Counterclaim Defendants’ Patents does not deliver the full technology
 13 required the specifications in the License Agreement, Counterclaim Defendants have and
 14 continue to request Royalty payments.

15 **C. The Inventors Develop Amplifier Design Patents But Fail To Enable Products
 16 that Meet the License Agreements’ Required Specifications**

17 25. As a result of the work Inventors performed as employees of Maxim, Inventors
 18 obtained multiple patents related to the Amplifier Design Technology, the Amplifier Design
 19 Patents.

20 26. On information and belief, in or around February 2009, the Inventors transferred
 21 their rights and obligations under the License Agreement to Number 14, an entity that the
 22 Inventors wholly owned and controlled. While Section 10.1 of the License Agreement permitted
 23 the Inventors a limited ability to transfer rights under the License Agreement to a wholly-owned
 24 entity, no separate license agreement between Maxim and Number 14 was ever created.

25 27. In or around 2009, Counterclaim Defendants represented to Maxim that they had
 26 completed the Amplifier Design Patents which would enable products within product families
 27 that meet the explicit specification requirements described in the License Agreement, specifically
 28 Annex 1 and [REDACTED]

1 [REDACTED]
 2 28. Relying on Counterclaim Defendants' representations, Maxim paid Counterclaim
 3 Defendants [REDACTED].

4 29. Inventors developed or assisted with the development of numerous Stand-Alone
 5 Amplifiers. Beginning in or around 2010, Inventors made representations to Maxim that they had
 6 developed Stand-Alone Amplifiers utilizing Amplifier Design Patents sufficient to receive
 7 Royalties under the License Agreement.

8 30. In 2010, relying on Counterclaim Defendants' representations, Maxim commenced
 9 paying the Royalty payments described in the License Agreement and has continued paying
 10 Royalty payments to the Counterclaim Defendants until the present.

11 31. Despite the representations made by Inventors that they developed royalty-bearing
 12 Stand-Alone Amplifiers, the Inventors did not and have not created the Amplifier Design
 13 Technology and Amplifier Design Patents sufficient to create products that meet the specification
 14 standards set for in the License Agreement upon which Royalties are conditioned. As detailed
 15 above, payment of Royalties is conditioned upon the Counterclaim Defendants' Patents creating
 16 "significant economic value and [] demonstrable benefits" by enabling Stand-Alone Amplifiers
 17 that meet the explicit specification requirements described in the License Agreement, specifically
 18 Annex 1. Annex 1 describes over 10 parameters required for Stand-Alone Amplifiers in each of 5
 19 separate product families. These specifications set the bar that Maxim and the Inventors agreed
 20 would need to be met for Royalty payments to be made.

21 32. In sum, while still employees of Maxim, Inventors misrepresented to Maxim that
 22 they were entitled to receive Royalty payments under the License Agreement for Stand-Alone
 23 Amplifiers while they were aware that the Stand-Alone Amplifiers did not meet the specification
 24 standards set for in the License Agreement upon which Royalties are conditioned.

25 33. In reliance on the representations by the Inventors as Maxim employees, Maxim
 26 commenced paying Royalties on all Stand-Alone Amplifier products identified as royalty-bearing
 27 by Inventors, which Royalty payments have continued through the present.

28 34. On or around May 31, 2015, the Inventors terminated their relationship with

1 Maxim via Settlement Agreement documents.

2 35. Even after the termination of their employment with Maxim, the Inventors, and
 3 specifically Mr. Eschauzier, has remained in contact with Maxim and ADI employees. Even as
 4 Inventors have continued working with Maxim and ADI, Inventors never identified the ways in
 5 which the Stand-Alone Amplifier products did not meet the specification requirements in the
 6 License Agreement to qualify for Royalty payments. Rather, Inventors continued to allow
 7 Counterclaimants to believe the Stand-Alone Amplifier products met the specification
 8 requirements in order to continue receiving Royalty payments to which they were not entitled.

9 36. Moreover, on multiple occasions, Inventors have identified additional Stand-Alone
 10 Amplifiers as royalty-bearing products, thereby representing that such products meet the
 11 specifications required in the License Agreement.

12 37. One such demand to expand the scope of royalty-bearing products occurred in
 13 2018. On March 16, 2018, Mr. Eschauzier, on behalf of Counterclaim Defendants, contacted
 14 Maxim and stated “I have two new parts for the royalty list: MAX40010 MAX40201”. Mr.
 15 Eschauzier failed to disclose that neither MAX40010 nor MAX40201 met the express
 16 specifications in Annex 1. As stated in the License Agreement, failure to meet the express
 17 specifications in Annex 1 confirmed that Counterclaim Defendants had not developed or
 18 delivered Amplifier Design Patents sufficient to give MAX40010 or MAX40201 significant
 19 economic value and add demonstrable benefits as required to receive Royalty payments under
 20 Section 3.2 of the License Agreement.

21 38. Counterclaim Defendants repeated the demand to expand the scope of royalty-
 22 bearing products occurred in 2023. On or around July 11, 2023 Mr. Eschauzier, on behalf of
 23 Counterclaim Defendants, contacted Maxim and stated “We have added two more parts to the
 24 royalty list: MAX40108 MAX40263”. Maxim inquired how Counterclaim Defendants’ team
 25 arrived at the conclusion to add the parts. Mr. Eschauzier again failed to disclose that neither
 26 MAX40108 nor MAX40263 met the express specifications in Annex 1. As stated in the License
 27 Agreement, failure to meet the express specifications in Annex 1 confirmed that Counterclaim
 28 Defendants had not developed or delivered Amplifier Design Patents sufficient to give

1 MAX40108 or MAX40263 significant economic value and add demonstrable benefits as required
 2 to receive Royalty payments under Section 3.2 of the License Agreement.

3 39. Inventors have repeatedly misrepresented to Maxim that they were entitled to
 4 receive Royalty payments under the License Agreement for Stand-Alone Amplifiers while they
 5 were aware that the Stand-Alone Amplifiers did not meet the specification standards set for in the
 6 License Agreement upon which Royalties are conditioned.

7 40. Because all identified Stand-Alone Amplifiers fail to meet the specification
 8 requirements of the License Agreement, Counterclaim Defendants have never been entitled to any
 9 Royalty payments under the License Agreement. Counterclaim Defendants had actual knowledge
 10 of this shortcoming at all times. Still, Counterclaim Defendants demanded Royalty payments and
 11 Maxim has paid Counterclaim Defendants over [REDACTED] pursuant to the License Agreement.

12 41. Counterclaim Defendants breached the License Agreement by identifying products
 13 that supposedly met the specifications under the License Agreement to entitle them to Royalty
 14 payments. Through these representations, Counterclaim Defendants elicited improper Royalty
 15 payments from Maxim and ADI. Further, Counterclaim Defendants accepted the Royalty
 16 payments despite knowing their Design Patents did not improve or provide Maxim and ADI's
 17 products with the significant economic value and benefit listed in Annex 1.

18 42. Counterclaim Defendants breached Section 2.7's provision regarding Royalty
 19 payment eligibility, which contained the spirit of the Agreement.

20 43. Counterclaim Defendants' Patents licensed to ADI and Maxim did not achieve
 21 these specifications or provide products with a significant economic value or add demonstrable
 22 benefit.

23 44. Counterclaim Defendants explicitly agreed to the specifications and metrics in
 24 Annex 1 that explained how technology covered by the Amplifier Design Patents would be
 25 eligible for Royalty payments.

26 45. As former Maxim employees, the Inventors were hired and later entrusted in the
 27 License Agreement to develop Maxim and ADI with technology and Patents that would improve
 28 its products. Instead of delivering on their promise, the Inventors now seek continued payment

1 for licensed Patents that did not meet Royalty payment conditions.

2 46. By willfully taking and refusing to alert ADI and Maxim of the fact that its Patents
 3 did not satisfy the agreed upon specifications, Counterclaim Defendants are liable for breach of
 4 the License Agreement and responsible for the damages Counterclaimants' incurred. Moreover,
 5 Counterclaimants deny that Counterclaim Defendants were damaged in any sum, or at all,
 6 through any act or omission by Counterclaimants.

7 **D. Counterclaim Defendants Incorrectly Dispute Maxim's Calculation of
 8 Royalty Payments Under the Plain Language of the License Agreement.**

9 47. While Royalties were never earned by Counterclaim Defendants as alleged above,
 10 at all times Maxim has provided Counterclaim Defendants with Royalty payments as described in
 11 the License Agreement since 2011.²

12 48. As stated in Section 3.1 of the License Agreement, if the conditions for Royalty
 13 payments were met, Counterclaim Defendants "will be eligible to receive . . . the dollar amount
 14 equal to the excess, if any, of the Gross Margin that is greater than 70% for each particular Stand-
 15 Alone Amplifier sold to third parties utilizing such Amplifier Design Patents for the life of the
 16 particular patent." The License Agreement clarifies that "'Gross Margin' shall mean the Net
 17 Revenues less Cost of Goods Sold calculated in accordance with U.S. generally accepted
 18 accounting principles (GAAP)." The License Agreement does not define "Net Revenues" or
 19 "Cost of Goods Sold", leaving those terms to be determined in accordance with GAAP. The
 20 Royalty obligation described in Section 3.1 of the License Agreement does not identify a singular
 21 definitive calculation method or formula in the terms or Annexes to calculate the Royalty
 22 payments. Rather, the only limitation on the calculation method or formula used is that it be in
 23 accordance with GAAP.

24 49. GAAP consists of a common set of accounting rules, requirements, and practices
 25 issued by the Financial Accounting Standards Board and the Governmental Accounting Standards
 26 Board. GAAP sets out to standardize the classifications, assumptions and procedures used in

27 28 ² While discussing the payments that have been made to Counterclaim Defendants as though
 Royalties under the License Agreement, Counterclaimants maintain their dispute that any
 Royalties have ever been earned by Counterclaim Defendants under the License Agreement.

1 accounting in industries across the US. The purpose is to provide clear, consistent and
 2 comparable information on organizations financials. However, as GAAP is an assorted set of
 3 accounting rules, requirements, and practices, methods of applying GAAP can vary and change
 4 over time.

5 50. GAAP permits a change from one generally accepted accounting principle to
 6 another generally accepted accounting principle when there are two or more generally accepted
 7 accounting principles that apply. GAAP also permits a change in the method of applying an
 8 accounting principle.

9 51. If a corporation's stock is publicly traded, its financial statements must follow rules
 10 established by the U.S. Securities and Exchange Commission (SEC). The SEC requires that
 11 publicly traded companies in the U.S. regularly file GAAP-compliant financial statements in
 12 order to remain publicly listed on the stock exchanges. GAAP has guidelines for companies that
 13 choose to report consolidated financial statements with their subsidiaries. Generally, a parent
 14 company and its subsidiaries will use the same financial accounting framework for preparing both
 15 separate and consolidated financial statements.

16 52. At all times, Maxim has paid the Royalty described in in the License Agreement as
 17 determined under its then-existing accounting system in accordance with GAAP. As part of its
 18 payment of Royalties, Maxim has calculated Gross Margin in accordance with GAAP as used in
 19 its accounting system, applying the same definition of Gross Margin, Net Revenues, and Cost of
 20 Goods Sold to Royalty payment calculations as Maxim used for all purposes.

21 53. In August 2021, ADI completed an acquisition of Maxim, with Maxim becoming
 22 ADI's wholly-owned subsidiary. As part of this corporate transition, Maxim conformed its
 23 former accounting practices to ADI's accounting procedure. Both before and after the
 24 harmonizing of Maxim's accounting system to ADI's accounting system, Maxim has
 25 continuously employed a GAAP-compliant accounting system. At all times, Maxim has
 26 calculated Royalties under the License Agreement using a GAAP-compliant calculation method.

27 54. As a result of the adjustment of Maxim's accounting system, the GAAP-compliant
 28 royalty calculation under the License Agreement adjusted accordingly. As alleged in Number

1 14's Complaint, Counterclaim Defendants have asserted in writing that Maxim's post-transition,
 2 GAAP-compliant royalty calculation under the License Agreement was a breach of the License
 3 Agreement.

4 55. Counterclaimants dispute both that Counterclaim Defendants are entitled to any
 5 Royalty under the License Agreement and furthermore that if any Royalty is owed to
 6 Counterclaim Defendants, Maxim's post-transition, GAAP-compliant Royalty calculation under
 7 the License Agreement is consistent with the plain language of the License Agreement and has
 8 not breached the License Agreement in the past and will not breach the License Agreement with
 9 future Royalty payments.

10 56. Counterclaimants are entitled to a declaration from this Court resolving the dispute
 11 confirming that (1) Counterclaim Defendants are not entitled to any Royalty under the License
 12 Agreement or (2) if Counterclaim Defendants are entitled to a Royalty, that Maxim's post-
 13 transition, GAAP-compliant Royalty calculation under the License Agreement is consistent with
 14 the plain language of the License Agreement and has not breached the License Agreement in the
 15 past and will not breach the License Agreement with future Royalty payments.

FIRST COUNTERCLAIM

(Breach of Contract against Counterclaim Defendants)

18 57. Counterclaimants incorporate by this reference the allegations of paragraph 1 to
 19 56, inclusive, as though fully set forth herein.

20 58. On July 20, 2007, Maxim entered into the License Agreement with Inventors. On
 21 information and belief, the Inventors transferred all rights in the License Agreement to Number
 22 14 in February 2009. On information and belief, the inventors assigned certain Amplifier Design
 23 Patents to Number 14 and have caused Number 14 to seek Royalty payments pursuant to the
 24 License Agreement from Maxim related to said Amplifier Design Patents.

25 59. Maxim has performed all of their obligations under the License Agreement.

26 60. Counterclaim Defendants breached the License Agreement by demanding and
 27 accepting Royalty payments under the License Agreement since 2010 to the time of the dispute
 28 despite knowing the Amplifier Design Patents did not enable the production of Stand-Alone

Amplifiers that meet the specification requirements provided in Annex 1 of the License
Agreement upon which all Royalty payments are conditioned. (Exhibit 1).

61. As a consequence of the breach, Counterclaim Defendants retained Royalty payments that they were not eligible for and have caused Maxim to suffer and continue to suffer damages and losses. Maxim has sustained damages that include and are not limited to the loss of its payments from 2010 to present day for products utilizing the Amplifier Design Patents that did not meet agreed upon specifications. Maxim seeks damages from Counterclaim Defendants' breaches occurring within the applicable statute of limitations period for a written contract, 4 years.

SECOND COUNTERCLAIM

(Breach of the Covenant of Good Faith and Fair Dealing)

62. Counterclaimants incorporate by this reference the allegations of paragraph 1 to 61, inclusive, as though fully set forth herein.

63. As stated above, Maxim entered into a valid contract through the License Agreement with the Inventors. On information and belief, the Inventors transferred all rights in the License Agreement to Number 14 in February 2009. While Section 10.1 of the License Agreement permitted the Inventors a limited ability to transfer rights under the License Agreement to a wholly-owned entity, no separate license agreement between Maxim and Number 14 was ever created.

64. In every contract or agreement, there is an implied promise of good faith and fair dealing and that neither party will do anything which will injure the right of the other to receive the benefits of the agreement. (*Comunale v. Traders & General Ins. Co.* (1958) 50 Cal.2d 654, 658.)

65. Counterclaimants have performed their obligations under the License Agreement, and have even attempted performance by making Royalty payments to Counterclaim Defendants even when Counterclaim Defendants had not yet performed sufficient to justify receiving Royalty payments.

66. Counterclaim Defendants have breached the duty of good faith and fair dealing in

1 the License Agreement by representing to Maxim and ADI that various Stand Alone Amplifiers
 2 were royalty-bearing under the License Agreement while knowing that said Stand Alone
 3 Amplifiers did not satisfy the specifications in Annex 1.

4 67. Counterclaim Defendants, through Rudy Eschauzier, also made misrepresentations
 5 to Maxim. On information and belief, Number 14 and Mr. Van Rijn were aware of
 6 Mr. Eschauzier's representations to Maxim and ADI, and thus approved of these
 7 misrepresentations.

8 68. For example, Counterclaim Defendants inquired about their 2023 Royalty
 9 payments in emails asking "Do you know what the status is for this year's royalty payment" thus
 10 implying Counterclaim Defendants had met the requirements in the License Agreement to be
 11 entitled to Royalties.

12 69. Additionally, Counterclaim Defendants Misrepresented to Maxim the scope of
 13 royalty-bearing products occurred in 2023. On or around July 11, 2023 Mr. Eschauzier, on behalf
 14 of Counterclaim Defendants, contacted Maxim and stated "We have added two more parts to the
 15 royalty list: MAX40108 MAX40263". Maxim inquired how Counterclaim Defendants' team
 16 arrived at the conclusion to add the parts. Mr. Eschauzier again failed to disclose that neither
 17 MAX40108 nor MAX40263 met the express specifications in Annex 1. As stated in the License
 18 Agreement, failure to meet the express specifications in Annex 1 confirmed that Counterclaim
 19 Defendants had not developed or delivered Amplifier Design Patents sufficient to give
 20 MAX40108 or MAX40263 significant economic value and add demonstrable benefits as required
 21 to receive Royalty payments under Section 3.2 of the License Agreement.

22 70. Upon information and belief, Counterclaim Defendants willfully demanded and
 23 kept Maxim's Royalty payments for over a decade when they were not entitled or eligible to
 24 receive the Royalty. This allowed Counterclaim Defendants to receive the benefits of the
 25 agreement while harming Maxim by not conferring the promised benefit of their Patents to
 26 Maxim.

27 71. As a consequence, Maxim suffered decades of damage by placing their good faith
 28 reliance in Counterclaim Defendants and were provided with silence regarding its non-eligible

Patented products.

72. Maxim seeks damages from Counterclaim Defendants' breaches occurring within the applicable statute of limitations period for a written contract, 4 years.

FOURTH COUNTERCLAIM

(Intentional Misrepresentation)

73. Counterclaimants incorporate by this reference the allegations of paragraph 1 to 72, inclusive, as though fully set forth herein.

74. On information and belief, Number 14 and Mr. Van Rijn were aware of Mr. Eschauzier's representations to Maxim and ADI, and thus approved of these misrepresentations. As co-owners of Number 14, Mr. Eschauzier and Mr. Van Rijn's actions are imputed to Number 14.

75. Counterclaim Defendants falsely represented to ADI and Maxim on multiple occasions from 2010 to present. Counterclaimants bring this cause of action specifically on those representations within the applicable statute of limitations period including statements in 2023 and 2024. Counterclaim Defendants falsely represented that they were entitled to Royalty payments because their Patents and subsequent Amplifier products created from the Patents satisfied the License Agreement terms and specifications in Annex 1.

76. For example, Counterclaim Defendants inquired about their 2023 Royalty payments in emails asking “Do you know what the status is for this year’s royalty payment” thus implying Counterclaim Defendants had met the requirements in the License Agreement to be entitled to Royalties.

77. Additionally, Counterclaim Defendants misrepresented to Maxim the scope of royalty-bearing products occurred in 2023. On or around July 11, 2023 Mr. Eschauzier, on behalf of Counterclaim Defendants, contacted Maxim and stated “We have added two more parts to the royalty list: MAX40108 MAX40263”. Maxim inquired how Counterclaim Defendants’ team arrived at the conclusion to add the parts. Mr. Eschauzier again failed to disclose that neither MAX40108 nor MAX40263 met the express specifications in Annex 1. As stated in the License Agreement, failure to meet the express specifications in Annex 1 confirmed that Counterclaim

1 Defendants had not developed or delivered Amplifier Design Patents sufficient to give
2 MAX40108 or MAX40263 significant economic value and add demonstrable benefits as required
3 to receive Royalty payments under Section 3.2 of the License Agreement.

4 78. Counterclaim Defendants' misrepresentations are material facts and omissions that
5 the products that utilized their Patents satisfied the requirements in the License Agreement and
6 Annex 1's specifications.

7 79. Counterclaim Defendants knew their representations to Maxim and ADI were false
8 or made recklessly and without regard for their truth.

9 80. Counterclaim Defendants intended ADI and Maxim to rely on their
10 misrepresentations and omissions to continue providing them with Royalty payments.

11 81. In fact, the Inventors' prior employment relationship and License Agreement with
12 ADI and Maxim specified that they would be working and engineering developments in
13 Amplifier Design technology. Therefore, the Inventors' ability to receive Royalty payments was
14 premised on their Patents enabling products to meet requirements in the License Agreement.

15 82. ADI and Maxim's reliance on Counterclaim Defendants was reasonable and
16 justified because the Inventors were former Maxim employees and there was a good faith belief
17 that after the transfer, the Inventors and Counterclaim Defendant would honor the terms of the
18 License Agreement.

19 83. Counterclaim Defendants' representations to ADI and Maxim were false and they
20 were not entitled to Royalty Payments. Counterclaim Defendants' knew that the products that
21 utilized their Patents did not meet the specifications in Annex 1 and continued to request and
22 accept Royalty payments.

23 84. Counterclaim Defendants intended for ADI and Maxim to rely on the
24 misrepresentations.

25 85. ADI and Maxim were harmed in an amount to be proven at trial, which is
26 reasonably expected to exceed millions of dollars.

27 86. ADI and Maxim's reliance on Counterclaim Defendants' representations was a
28 substantial factor in their damages.

FIFTH COUNTERCLAIM**(Negligent Misrepresentation)**

87. Counterclaimants incorporate by this reference the allegations of paragraph 1 to 86, inclusive, as though fully set forth herein.

88. As set forth above, Maxim has a valid License Agreement with Counterclaim Defendant.

89. Counterclaim Defendants falsely represented to ADI and Maxim on multiple occasions from 2010 to present. Counterclaimants bring this cause of action specifically on those representations within the applicable statute of limitations period including statements in 2023 and 2024. Counterclaim Defendants falsely represented that they were entitled to Royalty payments because their Patents and subsequent Amplifier products created from the Patents satisfied the License Agreement terms and specifications in Annex 1.

90. For example, Counterclaim Defendants inquired about their 2023 Royalty payments in emails asking “Do you know what the status is for this year’s royalty payment” thus implying Counterclaim Defendants had met the requirements in the License Agreement to be entitled to Royalties.

91. Additionally, Counterclaim Defendants misrepresented to Maxim the scope of royalty-bearing products occurred in 2023. On or around July 11, 2023 Mr. Eschauzier, on behalf of Counterclaim Defendants, contacted Maxim and stated “We have added two more parts to the royalty list: MAX40108 MAX40263”. Maxim inquired how Counterclaim Defendants’ team arrived at the conclusion to add the parts. Mr. Eschauzier again failed to disclose that neither MAX40108 nor MAX40263 met the express specifications in Annex 1. As stated in the License Agreement, failure to meet the express specifications in Annex 1 confirmed that Counterclaim Defendants had not developed or delivered Amplifier Design Patents sufficient to give MAX40108 or MAX40263 significant economic value and add demonstrable benefits as required to receive Royalty payments under Section 3.2 of the License Agreement.

92. On information and belief, Number 14 and Mr. Van Rijn were aware of Mr. Eschauzier’s representations to Maxim and ADI, and thus approved of these

misrepresentations. As co-owners of Number 14, Mr. Eschauzier and Mr. Van Rijn's actions are imputed to Number 14.

93. Counterclaim Defendants' representations were untrue because their silence and continued acceptance of Royalties implied the products identified by Counterclaim Defendants met the specifications and requirements in the License Agreement to justify Royalty payments.

94. The representations that Counterclaim Defendants made were material to ADI and Maxim because they continued to issue Royalty payments.

95. Regardless of what Counterclaim Defendants actually believed, they had no reasonable grounds to believe the representations they made were true.

96. Maxim and ADI did not know that the representations were untrue.

97. On information and belief, Counterclaim Defendants intended ADI and Maxim to act on their misrepresentations and omissions by requesting and accepting Royalties.

98. Maxim and ADI's reliance on Counterclaim Defendants' representations were justifiable because they trusted Counterclaim Defendants' Patents and advice throughout the years, as former Maxim employees and parties to the License Agreement.

99. Maxim and ADI relied on the misrepresentations by continuing to send Royalty payments to Counterclaim Defendants until December 2023.

100. As a result, Counterclaim Defendants misrepresentations and omissions were a substantial factor in causing Maxim and ADI to suffer suffered damages.

SIXTH COUNTERCLAIM

(Fraud/Constructive Fraud by Omission)

101. Counterclaimants incorporate by this reference the allegations of paragraph 1 to 100, inclusive, as though fully set forth herein.

102. On information and belief, Number 14 and Mr. Van Rijn were aware of Mr. Eschauzier's representations to Maxim and ADI, and thus approved of these misrepresentations. As co-owners of Number 14, Mr. Eschauzier and Mr. Van Rijn's actions are imputed to Number 14.

103. Counterclaim Defendants intentionally concealed or suppressed the fact

1 that the products they identified as royalty-bearing under the License Agreement did not meet it
 2 required specifications with the intent to defraud ADI and Maxim.

3 104. A duty to disclose material facts known to one party arises when there is
 4 *some relationship* between the parties, such as a fiduciary or confidential relationship creates a
 5 duty to disclose known, material facts. (*Nissan Motor Acceptance Cases* (2021) 63 Cal.App.5th
 6 793, 826 [emphasis added].) This relationship may be created “as a result of some sort of
 7 transaction between the parties” such as employer and prospective employee, or “parties entering
 8 into any kind of contractual agreement.” (*Id.*)

9 105. As parties to the License Agreement, the Inventors had a duty to disclose
 10 the fact that their Patents and products did not meet the specifications in the License Agreement,
 11 specifically, Annex 1. The License Agreement between the Inventors and Maxim/ADI formed a
 12 transactional relationship between the parties and subjects the parties to the duties of a
 13 confidential relationship.

14 106. The Inventors also had a duty to disclose material facts through their
 15 employment period with Maxim. The Inventors’ positions with Maxim as a “Design Director and
 16 Director of Engineering” and a “Principal Member of Technical Staff” begets a duty to disclose.
 17 Additionally, on information and belief, their roles in co-founding and starting Maxim’s
 18 development center in Delft created a confidential relationship that give the Inventors a duty to
 19 disclose material facts to Maxim.

20 107. For example, Counterclaim Defendants inquired about their 2023 Royalty
 21 payments in emails asking “Do you know what the status is for this year’s royalty payment” thus
 22 implying Counterclaim Defendants had met the requirements in the License Agreement to be
 23 entitled to Royalties.

24 108. Counterclaim Defendants misrepresented to Maxim the scope of royalty-
 25 bearing products occurred in 2023. On or around July 11, 2023 Mr. Eschauzier, on behalf of
 26 Counterclaim Defendants, contacted Maxim and stated “We have added two more parts to the
 27 royalty list: MAX40108 MAX40263”. Maxim inquired how Counterclaim Defendants’ team
 28 arrived at the conclusion to add the parts. Mr. Eschauzier again failed to disclose that neither

1 MAX40108 nor MAX40263 met the express specifications in Annex 1. As stated in the License
2 Agreement, failure to meet the express specifications in Annex 1 confirmed that Counterclaim
3 Defendants had not developed or delivered Amplifier Design Patents sufficient to give
4 MAX40108 or MAX40263 significant economic value and add demonstrable benefits as required
5 to receive Royalty payments under Section 3.2 of the License Agreement.

6 109. It has now come to light that the Inventors were not entitled to Royalty
7 payments since 2010.

8 110. ADI and Maxim were unaware of the concealed and suppressed fact
9 because of Counterclaim Defendant's failure to disclose.

10 111. However, even if ADI and Maxim voluntarily made Royalty payments
11 from 2007 to 2023, the Counterclaim Defendants' continued communications with Maxim and
12 ADI showed that they made representations that they were entitled to Royalties recklessly and
13 without regard for the truth. The Counterclaim Defendants should have truthfully represented to
14 Maxim and ADI that the Amplifier Design Patents were not creating or enabling products to meet
15 Annex 1's specifications.

16 112. Rather, the Counterclaim Defendants' continued involvement with ADI
17 and Maxim intentionally concealed and suppressed the fact that their Patents and subsequent
18 products failed to meet the requirements in the License Agreement and specifications in Annex 1.

19 113. Maxim and ADI relied on the Counterclaim Defendants'
20 misrepresentations.

114. As a direct and proximate result, Maxim and ADI sustained damages
including but not limited to compensatory damages for making Royalty payments for inadequate
and unsatisfactory products, attorneys' fees and costs, diminished product value, punitive
damages, and additional permissible and compensable damages as sought herein, and in an
amount to be determined at trial.

SEVENTH COUNTERCLAIM

(Detrimental Reliance)

28 ||| 115. Counterclaimants incorporate by this reference the allegations of paragraph

1 to 114, inclusive, as though fully set forth herein.

2 116. The Royalty provisions in the License Agreement encapsulate a promise by
 3 Maxim to pay Mr. Eschauzier and Mr. Van Rijn for the use of the Amplifier Design Patents that
 4 allowed Maxim's products to meet certain specifications or increased value.

5 117. Upon information and belief, Counterclaim Defendants misrepresented
 6 their Amplifier Design Patents as being able to satisfy the expectations and specifications in
 7 Annex 1.

8 118. Upon information and belief, Counterclaim Defendants intended to induce
 9 ADI and Maxim's reliance on their identification of royalty-bearing products so that ADI and
 10 Maxim would continue to issue Royalties to Counterclaim Defendants. By making
 11 representations that they were entitled to Royalty payments, Counterclaim Defendants created an
 12 implied promise that the products identified as royalty-bearing met the specifications listed in
 13 Annex 1. Counterclaim Defendants intentionally failed to disclose the fact that the products
 14 identified as royalty-bearing did not meet the specifications listed in Annex 1.

15 119. ADI and Maxim reasonably relied on Counterclaim Defendants'
 16 misrepresentation, omissions, and silence on whether their Patents were able to enable Maxim
 17 products to meet the License Agreement's specifications.

18 120. Nevertheless, Counterclaim Defendants accepted ADI and Maxim's
 19 Royalty payments without informing or notifying ADI and Maxim that the Patents did not meet
 20 the Royalty eligibility requirements.

21 121. ADI and Maxim would not have issued Royalties to Counterclaim
 22 Defendants without their misrepresentations. Thus, Counterclaim Defendants must disgorge their
 23 accepted Royalty payments issued based on Counterclaimants' detrimental reliance.

EIGHTH COUNTERCLAIM

(Declaratory Relief)

26 122. Counterclaimants incorporate by this reference the allegations of paragraph
 27 1 to 121, inclusive, as though fully set forth herein.

28 123. Counterclaimants seek a court declaration that they will not need to make

1 current and future Royalty payments to Counterclaim Defendants until Counterclaim Defendants
 2 enable products to meet the specifications listed in the License Agreement and Annex 1.

3 124. Under Sections 2.7, 3.1, and 3.2 of the License Agreement, Royalty
 4 payments “***shall be conditioned upon*** the technology covered by the Amplifier Design Patents
 5 giving the product significant economic value and adds demonstrable benefits to the product.”
 6 The assessment of these value and benefits will be based on the specifications in Annex 1.

7 125. The terms of the License Agreement make clear that Royalty payment is
 8 conditioned upon Counterclaim Defendants’ enabling of products meeting the specifications in
 9 the License Agreement, specifically Annex 1. Without satisfying the requirements in Annex 1,
 10 Counterclaim Defendants are not entitled to Royalties.

11 126. Counterclaimants have an actual controversy with Counterclaim
 12 Defendants regarding the payment of Royalties based on the terms of the License Agreement and
 13 Counterclaim Defendants’ misrepresentations regarding their entitlement to Royalties.

14 NINTH COUNTERCLAIM

15 (**Declaratory Relief – Annex 1 Specifications**)

16 127. Counterclaimants incorporate by this reference the allegations of paragraph
 17 1 to 126, inclusive, as though fully set forth herein.

18 128. Counterclaimants seek a court declaration that satisfying and meeting the
 19 specifications in Annex 1 is only one of the requirements to obtain Royalty payments.

20 129. Section 2.6 and 2.7 of the License Agreement focus on the “conceptual and
 21 economic value in the market” that the Design Patents will have. Moreover, Section 2.7
 22 conditions Royalty payments by stating: “if the Amplifier Design Patents enable products that
 23 show improvements of “similar” magnitude as compared to *the attached product and*
 24 *specifications listing* [Annex 1 specifications], then this will establish that the Amplifier Design
 25 Patents have conceptual and economic value in the market for the purpose of payment of the fee
 26 specified above [Royalty payment].”

27 130. Counterclaimants have an actual controversy with Counterclaim
 28 Defendants about the payment of Royalties based on License Agreement interpretation and

1 whether a Royalty payment is only owed when an alleged royalty-bearing product meets the
 2 License Agreement specifications.

3 **TENTH COUNTERCLAIM**

4 **(Declaratory Relief – Royalty Calculation)**

5 131. Counterclaimants incorporate by this reference the allegations of paragraph
 6 1 to 130, inclusive, as though fully set forth herein.

7 132. Counterclaimants seek a court declaration that Maxim's current method of
 8 calculating Royalty under the License Agreement is GAAP-compliant and is not a breach of the
 9 License Agreement.

10 133. As a result of the adjustment of Maxim's accounting system after its
 11 acquisition by ADI, the GAAP-compliant Royalty calculation under the License Agreement also
 12 changed. As alleged in Number 14's Complaint, Counterclaim Defendants have asserted in
 13 writing that Maxim's post-transition, GAAP-compliant Royalty calculation under the License
 14 Agreement was a breach of the License Agreement.

15 134. An actual controversy exists as Counterclaimants dispute Counterclaim
 16 Defendants' allegations because Maxim's post-transition, GAAP-compliant Royalty calculation
 17 under the License Agreement is consistent with the plain language of the License Agreement, is
 18 not a breach of the License Agreement and will not breach the License Agreement with future
 19 Royalty payments.

20 135. Counterclaimants are entitled to a declaration from this Court resolving the
 21 parties' dispute confirming that if any Royalty is owed under the License Agreement, Maxim's
 22 post-transition, GAAP-compliant Royalty calculation under the License Agreement is consistent
 23 with the plain language of the License Agreement and has not breached the License Agreement in
 24 the past and will not breach the License Agreement with future Royalty payments.

25 **ELEVENTH COUNTERCLAIM**

26 **(Open Book Account - Cal. Code Civ. Proc., § 425.30)**

27 136. Counterclaimants incorporate by this reference the allegations of paragraph
 28 1 to 135, inclusive, as though fully set forth herein.

137. Since the License Agreement began to run starting on July 20, 2007, the Inventors and later Number 14 became indebted on an open book account to Maxim and ADI for Royalty payments that were demanded, accepted, and retained despite their Amplifier Design Patents not enabling amplifier products that meet the specifications provided in Annex 1 or conferring a conceptual and economic value to the final product.

138. Counterclaim Defendants have not disgorged these Royalties and they are
due and owing to ADI and Maxim since the first payments in 2010.

139. Within the past two years, Counterclaim Defendants' failure to satisfy the specifications provided in Section 1.1, 2.7, 3.1, 3.2, and Annex 1, has created an open book account, that is currently due, owing, and unpaid to Maxim in the sum of at least \$1 million for money had and received. No part of such sum has been delivered to Maxim. It is now due and owing and Maxim is entitled to damages according to proof.

TWELFTH COUNTERCLAIM

(Money Had and Received)

140. Counterclaimants incorporate by this reference the allegations of paragraph 1 to 139, inclusive, as though fully set forth herein.

141. Maxim is required to issue Royalties to Mr. Eschauzier and Mr. Van Rijn only in compliance with the License Agreement for the use of Mr. Eschauzier and Mr. Van Rijn's Amplifier Design Patents that enable products satisfying the specifications in Annex 1 and add conceptual and economic value in the market.

142. The Royalties sent to Counterclaim Defendants were part of the License
Agreement provisions that allowed ADI and Maxim to benefit from licensing Counterclaim
Defendants' Patents.

143. However, as stated above, the Patents licensed and products identified did not meet the specification requirements in Annex 1. In short, the Patents did not add conceptual and economic value in the market to Maxim's products and no Royalty has been earned.

144. Nonetheless, Counterclaim Defendants continued to accept ADI and Maxim's Royalty payments without informing or notifying ADI and Maxim that the Patents did

not meet the required Royalty payment eligibility.

145. Within the past two years, Counterclaim Defendants became, ever since have been, and now are indebted to Maxim in the sum of at least \$1 million for money had and received. No part of such sum has been delivered to Maxim. It is now due and owing and Maxim is entitled to damages according to proof.

THIRTEENTH COUNTERCLAIM

(Unjust Enrichment against Defendants)

146. Counterclaimants incorporate by this reference the allegations of paragraph 1 to 145, inclusive, as though fully set forth herein.

147. Counterclaim Defendants received Royalty payments that ADI and Maxim sent based on the provisions in the License Agreement.

148. Upon information and belief, Counterclaim Defendants benefited from the Royalties and have failed to notify or inform ADI and Maxim that they received Royalties for Maxim's use of Patents that did not enable products that met the specifications and requirements in Annex 1.

149. As a result, under the principles of equity and good conscience, Counterclaim Defendants should not be permitted to retain the money and should be required to return and disgorge the benefits and money it received.

PRAYER FOR RELIEF

WHEREFORE, Counterclaimants pray for judgment against Counterclaim Defendants as follows:

1. For a declaration of the parties' rights and obligations under the License Agreement, including that:

a) Counterclaim Defendants have never been entitled to any Royalty under the License Agreement, or in the alternative that

b) Counterclaim Defendants are not entitled to any further Royalties under the License Agreement until they deliver Amplifier Design Patents sufficient to create products that meet the specifications of Annex 1 of the License Agreement, or in the alternative that

c) if Counterclaim Defendants are entitled to a Royalty, that Maxim's post-transition, GAAP-compliant Royalty calculation under the License Agreement is consistent with the plain language of the License Agreement and has not breached the License Agreement in the past and will not breach the License Agreement with future Royalty payments;

2. For compensatory damages in an amount according to proof at trial;
3. For consequential damages in an amount according to proof at trial;
4. For restitution and disgorgement of profits in an amount according to proof at trial;
5. For prejudgment interest at the legal rate on amounts owed by Counterclaimant to Counterclaimants;
6. For cost of suit incurred herein, including reasonable attorney's fees pursuant to contract; and
7. For such other and further relief as the Court may deem just and proper.

Dated: June 14, 2024

ROPER MAJESKI PC

By: /s/ Kevin W. Isaacson
MICHAEL J. IOANNOU
KEVIN W. ISAACSON
Attorneys for Defendants and
Counterclaimants ANALOG DEVICES,
INC. and MAXIM INTEGRATED
PRODUCTS, INC.

DEMAND FOR JURY TRIAL

Jury trial is hereby demanded by Defendants and Counterclaimants ANALOG DEVICES, INC. and MAXIM INTEGRATED PRODUCTS, INC.

Dated: June 14, 2024

ROPER MAJESKI PC

By: /s/ Kevin W. Isaacson
MICHAEL J. IOANNOU
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Counterclaimants ANALOG DEVICES,
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